

Warm Up

PLEASE GET YOUR FOLDER
AND TAKE A SEAT!!!!

PLEASE QUIETLY AND INDEPENDENTLY (THAT MEANS
ALONE) ANSWER THE FOLLOWING WARM UP QUESTION
ON A PIECE OF PAPER

WARM UP QUESTION 7:

WITHOUT LOOKING AT ANY NOTES!!!

What is a WANT?

What is a NEED?

How do you think SCARCITY affects wants and
needs?

What is a want?

A want is something that you would like to have, but that you do not need in order to survive.

What are some examples of wants?

What is a need?

A need is something that you would have to have in order to survive.

All people have the same basic needs.

- * Water / Food
- * Shelter
- * Clothing.

Sam walked the dog for his neighbor, Mrs. Reese. She paid him 50 cents each time he walked the dog. After several weeks, Sam had earned \$10. Sam's mother was very proud of him.

Sam needed a new pair of jeans, but he wanted a new puppy. Sam's mother said that she did didn't have enough money to buy Sam the jeans. What should Sam buy with his money?

What is the problem here?

What are Sam's three choices?

How does this relate to wants and needs?

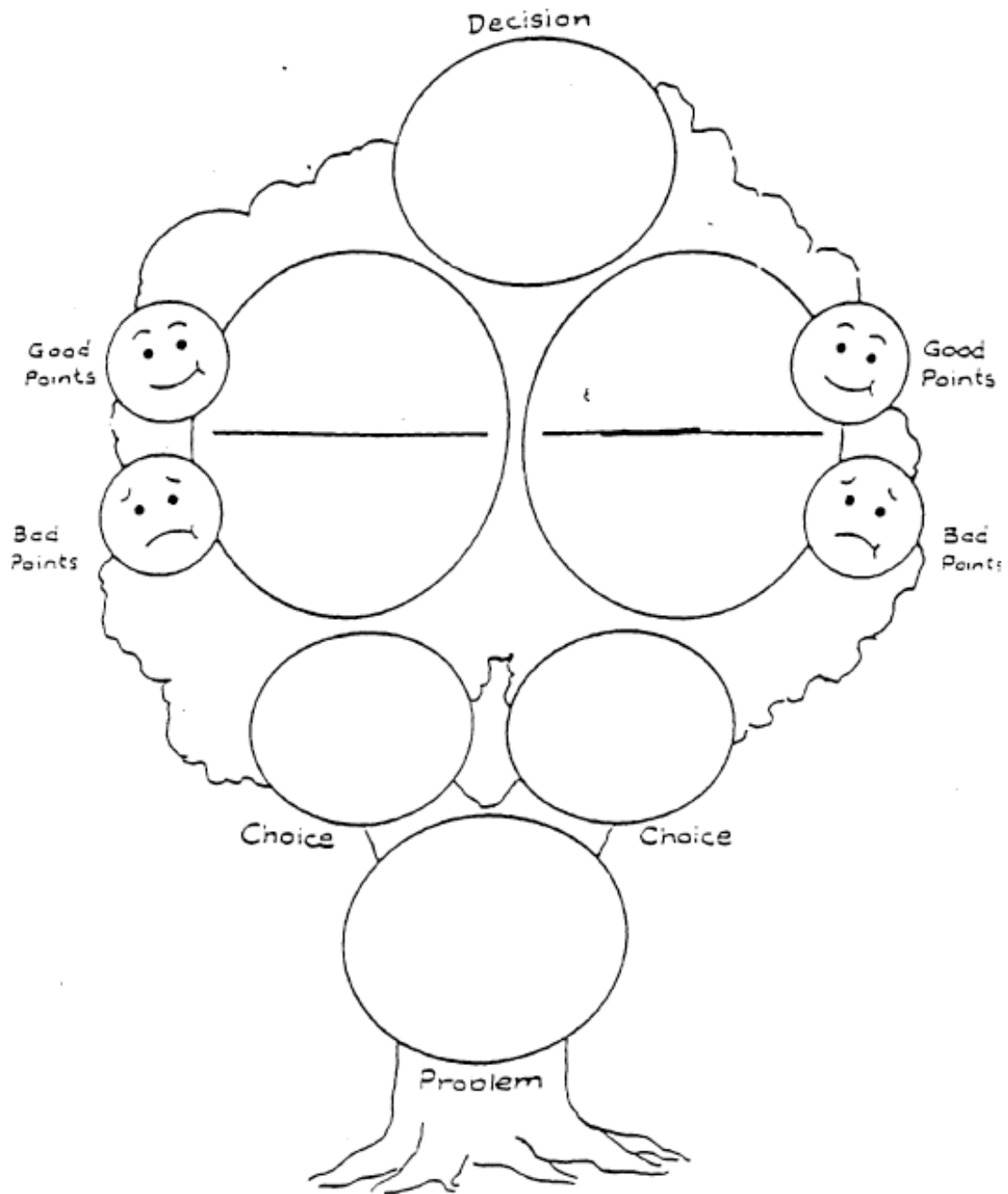
This leads us to
OPPORTUNITY COST.

Opportunity cost is what you have to GIVE UP in order to get the thing that you want.

An example of OPPORTUNITY COST:

I have three movie tickets. I want to go to the movies with Ms. Handschuh, Mr. Bauer and Ms. Wrightson.

I can only take two people, and also go myself. Therefore the friend I don't bring is my opportunity cost.



Directions - Please complete the following worksheet with ONE responsible partner, or on your own.

Worksheet Side One -

Opportunity Cost

Worksheet Side Two -

Opportunity Cost with math!